



**GENERAL ASSEMBLY OF THE STATE OF TENNESSEE
FISCAL REVIEW COMMITTEE**

320 Sixth Avenue, North -- 8th Floor
NASHVILLE, TENNESSEE 37243-0057
615-741-2564

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M E M O R A N D U M

TO: The Honorable Dave Goetz, Commissioner
Department of Finance and Administration

FROM: Bill Ketron, Chairman, Fiscal Review Committee
Charles Curtiss, Vice-Chairman, Fiscal Review Committee

DATE: November 12, 2010

SUBJECT: **Contract Comments**
(Fiscal Review Committee Meeting 11/9/09)

BK CC

RFS# 317.86-00017 (Edison # 2032)

Department: Finance & Administration/Benefits Administration

Contractor: Magellan Behavioral Health

Summary: The vendor provides Employee Assistance Program (EAP) and Mental Health & Substance Abuse (MHSA) administrative services for state and local government employees. The proposed amendment revises member and subscriber monthly rates and risk trends through CY2011, and increases the maximum liability by \$1,000,000.

Current maximum liability: \$45,000,000

Proposed maximum liability: \$46,000,000

After review, the Fiscal Review Committee voted to approve the contract amendment.

cc: Ms. Laurie Lee, Executive Director, Benefits Administration
Mr. Robert Barlow, Director, Office of Contracts Review